



## Senate

General Assembly

January Session, 2011

**File No. 122**

Senate Bill No. 1118

*Senate, March 21, 2011*

The Committee on Insurance and Real Estate reported through SEN. CRISCO of the 17th Dist., Chairperson of the Committee on the part of the Senate, that the bill ought to pass.

### **AN ACT CLARIFYING SINGLE PREMIUM LINKED INSURANCE PRODUCTS.**

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Section 38a-458a of the general statutes is repealed and  
2 the following is substituted in lieu thereof (*Effective from passage*):

3 Notwithstanding the provisions of sections 38a-430, 38a-481 and  
4 38a-501, or any regulation adopted pursuant to said sections, an  
5 insurer licensed for both life and health insurance in this state may  
6 combine the following coverages, by rider or otherwise, within a  
7 [single-premium] single premium policy or contract: (1) Life or  
8 endowment insurance or annuity, survivorship annuity or pure  
9 endowment insurance; and (2) long-term care insurance. Such rider to  
10 such combined coverage policy or contract may be funded by a  
11 monthly charge deducted from the single premium payment on the  
12 base policy or contract.

This act shall take effect as follows and shall amend the following sections:
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Section 1	<i>from passage</i>	38a-458a
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**INS**      *Joint Favorable*

The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

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***OFA Fiscal Note***

***State Impact:*** None

***Municipal Impact:*** None

***Explanation***

There is no fiscal impact to the state or municipalities as this bill relates only to the interactions between individuals and their insurer.

***The Out Years***

***State Impact:*** None

***Municipal Impact:*** None

**OLR Bill Analysis****SB 1118*****AN ACT CLARIFYING SINGLE PREMIUM LINKED INSURANCE PRODUCTS.*****SUMMARY:**

By law, insurers licensed to sell both life and health insurance in Connecticut may offer policies that combine, for a single premium, (1) life insurance, endowment or pure endowment insurance, or a straight or survivorship annuity and (2) long-term care insurance. Thus, a person may purchase a long-term care rider to a life insurance contract, endowment, or annuity. The rider is exempt from other laws pertaining to long-term care policies.

This bill specifies that an insured may pay for such a rider through a monthly charge that is deducted from the single premium payment on the base policy or contract.

EFFECTIVE DATE: Upon passage

**COMMITTEE ACTION**

Insurance and Real Estate Committee

Joint Favorable

Yea 17      Nay 0      (03/10/2011)